

Medical Support Order

A 1993 amendment to the Employee Retirement Income Security Act (ERISA) requires employment-based group health plans to extend health coverage to the children of a parent-employee who is divorced, separated, or never married when ordered to do so by state authorities.

Medical Support Order

Employer's Response:

The employer has 20 business days from the date of the notice to complete sections 1,2,3,4 or 5 if applicable and return to the issuing agency.

If section 6 or 7 is selected, the entire order including the employer response page should be sent to Benefits Administration.

1 2. 3. 4 of 5 below applies, the first properties box and return the SHP A to 16 the leaving (percy within 20) business days after the SHP, complete box and return the SHP A to 16 the leaving (percy within 20) business days after the SHP, complete box and return the SHP A to 16 the leaving (percy within 20) business days after the date of the SHP, complete from A and forward PAH 8 to the appropriate PAH A show that the state of the SHP, complete from A complete from A complete from A complete from A part of the SHP A date of the SHP, complete from A complete from A part of the SHP A date of the

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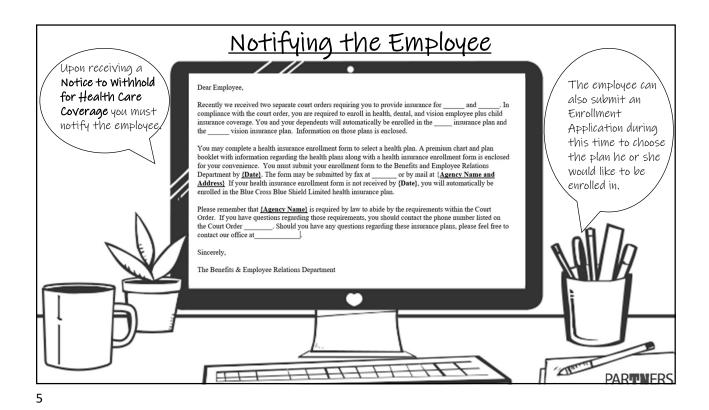
Medical Support Order

Plan Administrator: BA

The plan has 40 business days from the date of the notice to enroll the court ordered dependent and notify the issuing agency, custodial parent, and employee.

The plan administrator page within the order must also be completed.

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Employer Response: What will you need to do? EMPLOYER RESPONSE If 1, 2, 3, 4 or 5 below applies, check the appropriate box and return this Part A to the Issuing Agency within 20 business days after the date of the Notice, or sooner if reasonable. NO OTHER ACTION IS NECESSARY. If 1 through 5 does not apply, complete item 7 and forward Part B to the appropriate Plan Administrator(s) within 20 business days after the date of the Notice, or sooner if reasonable. This includes any organization or labor union that provides group health care benefits to the employee. Check number 5 and return this Part A to the Issuing Agency if the Plan Administrator informs you that the child(ren) would be enrolled in or qualify(es) for an option under the plan for which you have determined that the employee contribution exceeds the amount that may be withheld from the employee's income due to State or Federal withholding limitations and/or prioritization. You are required to respond to the Issuing Agency by returning this Employer Response regardless of whether you provide group health benefits or the employee named herein is no longer employed by your organization. Information for the Plan Administrator and the Employer Representative at the bottom of this section is required. ☐ 1. The employee named in this Notice has never been employed by this employer. \square 2. We, the employer, do not offer our employees the option of purchasing dependent or family health care coverage as a benefit of their employment. □ 3. The employee is among a class of employees (for example, part-time or non-union) that are not eligible for family health coverage under any group health plan maintained by the employer or to which the employer contributes. Do not check this box if the employee is only temporarily ineligible for health care coverage. 4. Health care coverage is not available because employee is no longer employed by the employer: Date of termination: Last known telephone number: Last known address: New employer (if known): New employer telephone number: New employer address: ☐ 5. State or Federal withholding limitations and/or prioritization prevent the withholding from the employee's income of the amount required to obtain coverage under the terms of the plan. PARTNERS for health

Employer Response: Continued...

receipt of this Notice), or has not completed a wa the passage of time, such as the completion of a). At the completion of the w	d that expires(more than 90 days from the date of iting period, which is determined by some measure other than certain number of hours worked (describe here: raiting period, the Plan Administrator will process the
enrollment.	
☐ 7. Employer forwarded Part B to Plan Adminis	etrator on
1. Employer forwarded t art bio t fair Adminis	MM/DD/YY
Plan Administrator Name: Contact Person:	FAX Number:Telephone Number:
Contact Person:	Telephone Number:
Contact Person:	Telephone Number:
Contact Person:	Telephone Number:

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Cost Limitations

The Federal limit applies to the aggregate disposable weekly earning (ADWE). ADWE is the net income left after making mandatory deductions such as State, Federal, local taxes, Social Security taxes, and Medicare taxes.

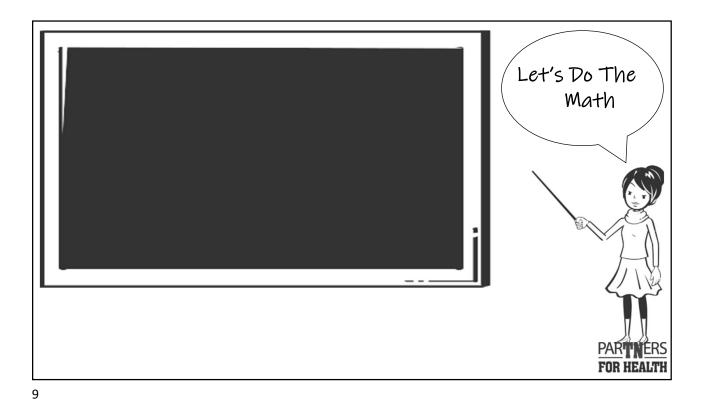
☐ You must complete this section before sending to Benefits Administration, if applicable.



 \Box The total amount withheld for both cash and medical support cannot exceed 50% of the employee's aggregate disposable weekly earning.



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Semi- Monthly Salary 50% Threshold Yearly Salary = Monthly Monthly Salary Semi- Monthly Salary Amount 12 Months Salary Next, calculate premium deductions for (medical, dental, & vision). Remember to only include the portion of the premium to cover the child – not the entire premium. This is done by subtracting the "Employee Only" Rate from the "Employee + Child" Rate. For example: Employee + Child (Medical) = \$139.00 - Employee Only (Medical) = \$92.00 \$47.00 It will cost \$47.00 to cover the child for Medical Insurance. Once you calculate the benefit total, you must also Proceed with filling out the Below the 50% evaluate any garnishment or cash support orders. employer response and send to BA threshold amount for processing. Also, you should consult your payroll department to account Check box 5 on the for any taxes that will be taken out during this time. employer response section and send back to the issuing agency. Add together the premium cost, garnishment or cash Let BA know the Above the 50% support, and taxes to get the total cost of adding child PARTNERS member was above threshold amount coverage. the 50% threshold. **FOR HEALTH**

Let's Do the Math

\$ 29,260.00 Annually

Employee + Child Health=\$139.00 - Employee Only =\$ 92.00 (\$47.00)

Employee + Child Dental=\$27.91 - Employee Only=\$13.44 (\$14.47)

Employee + Child Vision= \$6.13

Total Cost to add child is **\$67.60**Garnishment/Income Support of per paycheck: \$200

Taxes: \$200

Total: \$467.60

☐ Proceed with the process, complete the employer response page and forward the entire order to BA.

Divide \$29,260 / 12= \$2,438 per month

Divide Monthly \$2,438 / 2 = \$1,219bi-weekly pay

Divide bi-weekly pay \$1,219 /2 = \$609.50

\$609.50 50% threshold that we must stay below

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Let's Do the Math

\$ 22,000 Annually

Divide \$22,000 / 12= \$1,833 per month

Divide Monthly \$1,833 / 2 = \$916.50 bi-weekly Pay

Divide bi-weekly pay \$916.50 / 2 = \$458.25

\$458.25 50% threshold that we must stay below

Employee + Child Health = \$139.00 Employee + Child Dental = \$27.91 Employee + Child Vision = \$6.13

Total Cost to add child is \$173.04

Garnishment/Income Support of per paycheck: \$200

Taxes: \$200 **Total: \$573.04**

☐ Member is over the 50% threshold limit. Ask member is they would still like to add the child. If they do not, check box 5 on the employer response and send back to court.

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<u>Duration of Coverage</u>

☐ Once a dependent is covered by a Medical Support Order, the dependent can only be released from the order through an order from the court.





☐ If a release is provided, the employee does have the option to continue coverage for the dependent until they turn 26.



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The employer must continue to withhold employee contributions and may not disenroll (or eliminate coverage for) the child(ren) unless: 1. The employer is provided with satisfactory written evidence. Or; 2. The employer eliminates family health coverage. Child(ren) ** Manuel (100 molecules) | Tanginger Manuel (100 molecules) |

Release of Medical Support Order | If you receive a release and the employee opts to disenroll the child: | Complete a cancel request, send to BA with a copy of the release. | If the employee wants to continue coverage you will need to notify BA.

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